# PEOPI 

Tankers Weathering Gulf Shots
Small Weapons Inflict Light Damage on Tough Vessels


## Kiosk

 Release Sought For 2 Hostages





 hatd derene difiters
ricasco of the two


Arms Cache in Manila
wied to Enrile Company



Pérez de Cuéllar Sets Trip to Gulf







 during my mision in ine are
More Cuff news Page 5.



 sinks il some respoces sit maxy be




South Korea Riot Police Arrest 300 at Factories By Clyde Haberman
Now Yorn Timas Serice



Rust Is Sentenced to 4 Years In Soviet Camp for His Flight


为

## Fed, Citing Risk Of Inflation, Raises Key Rate



##  dean effecuively and ina Liserelv way with porenual inflationary pres- sures. LONDON - Ladbroke Group

 sures."thanomist poutstial said thas most stemmed from

 expec


Highnited Stes inates
make United States
monlar-des

lage of U.S. debl Rmistration.

or Mr. Volcker's moves to uight-
credit suppored Friday's
tis-
The rate increases
The adminitran concurs
Lhe action of the Federal Re-

Teasury Departument spokiscrman.

company from Hillon Heotel
 "Hillon is by far the best hotel
name in the worlde" said Max
De name in the worla ssid Max
Dodeding a hotel industy analyst
with the Loodon brokerage firm of



 Most of hee hotels ase in Bribiain,
wiut the remainder in conineanal
Europe.
 36.000 rooms m in is room capacaity.
Ladbroke officinls said ihey

 See HIITON, Page II

Urgent Reforms Urged In Air Navigation Rules

| By Richard Witkin New Yorh Tima Sertue | helween the planes was " 100 feel or |
| :---: | :---: |
| W YORK - Disturbed | " ${ }^{\text {a }}$ |
| cee that | ty Board said only thal |
| nearyl caused a collision of |  |
|  |  |
| Canada have announced urgent | uion ertors of 23 miles or more a |
| mmendaions for upgrading | - |
|  |  |
|  |  |
| The National Transportation | handied by the Conadian air raffic |
|  |  |
| e | The |
| o- |  |
|  | rul |
|  |  |
|  |  |
|  |  |
| across the water. |  |
| The board said that | the atcention of all over-ocean air- |
|  |  |
| En |  |
|  | The Canadian |
|  | See |

Envoys Say Crackdown On Catholics Provoked Takeover in Burundi

|  |  |
| :---: | :---: |
|  |  |
|  | 込 |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
| 发 |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  | 为 |
|  |  |
|  |  |
|  |  |
|  | meseme |
|  |  |
| mill |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |

Swedish Silent on Palme Allegations


4


OMEGA
 President Jean－Baptiste Bagaza of Burundi at the Quebec
meeeting before reports that he had been deposed．Prime
Minister Brian Muroney of Canada is sitting in front and，
to his left．President Francois Mitterrand of France．

## Bonn Trying to Dampen

 Hopes on Honecker Trip

Libya Triumph in Chad Ends Doubts on Gadhafi U．S．Officials Say Surprise Victory Shows Colonel Still Has Ambitions




 ing in Fithiny yeru wid rexieng Sism
 Wannedy medehe beroospinized



IID BRIEAS


## Elm Experiment in U.S. Felled by Rules

## spite Tallis

## WIN \$ MILMONS!

## Strike itrichin Canaida's Favorite Lottery. Yompick yonr owninumbeirs playing Iotto $6 / 49$

That's right ... you can win millions by picking your own numbers playing Lotto 6/49-Canada's most popular
Government Lottery. In fact, last year Lotto $6 / 49$ paid out $\$ 354,736,589.00$ in ALL CASH PRIZES. And it's all Government Lottery. In fact, last year Lotto $6 / 49$ paid out $\$ 354,736,589.00$ in ALL CASH PRIZES. And it's all
free of Canadian taxes. There are two draws each week for a grand prize guaranteed to be not less than free of Canadian taxes. There are two draws each week for a grand prize guaranteed to be not less than
$\$ 1,000,000.00$ with many millions more in secondary prizes. Grand prizes often run into the millions and have $\$ 1,000,000.00$ with many millions more in secondary prizes. Grand prizes often run into the milions and have
been as high as $\$ 13,890,58880$. Imagine what you could do with that much cash! This is your opportunity to find out because now you can play the lottery that's making so many millionaires in Canada


| * Dining Out |  |
| :---: | :---: |
|  |  |
|  |  |
|  |  |
|  |  |
| \% \%examewis |  |
|  |  |
|  |  |
|  |  |
|  |  |
| Mrssum |  |
|  |  |
|  |  |
|  |  |
|  |  |
| mens7m |  |
| - |  |

The World Shaking Book for Mankind
"Un the Light of Truth")


WHAT IS LOTTO 6/49?






HOW CAN I PLAY?
Complete tha a atrached orderf form and send it
to Canadian Overseas Marketing along with Co canaian Overseas Marketing along with
the neoossary pryment. whe will enter your
numbers for tha speecified lienoth of your numberss for tha specified length of your
sutsscipion. You may select trom 10 10 games
tor 10. 26, or 52 weels.



 NAME

ADDRESS/PO. B
$\square$
CREDTT CARD Bank Drath


 FREE BONUS

[^0]N.

## Heraldowter Eribune.

## A Late Spring in Japan





## Yes to National Testing 

## Other Comment

## Peace Mission to Tehran

and his visis could serve to strengthen the
hand of the moderates in the country.




|  | INTERNATTONAL HERALD TBIBUNE JOHN HAY WHITNEY, Chaimen $1988-1982$ |
| :---: | :---: |
|  | KATHARNE GRAHAM, wILLAMS C PALEE, ARTHUR OCHS SULZBERGER |
|  | LEE W. HUPBNER, Pubtuher <br>  <br> and CHARIES MTTCHELMORED Dequy Editow E CARL GEWART, KATHERINE AENORR |
|  |  |
|  |  <br>  |
|  |  |
|  |  |
|  | Directeur de la publicurion: Waher N. Thayer. <br>  <br>  <br>  <br>  SA gur apital de I200000 F. RCS Nadere B 732001126 Cannicion Paritare Na. 61337 |
|  |  |
|  |  |
|  |  |

The Eastern Thaw Won't Wash NATO Away

| P ARIS-Miliknil Gorbachew's program and iss | By Flora Lewis | the bloc: it would bring him down. Ironically, dinging to the old Sovier line as Moscow now changes |
| :---: | :---: | :---: |
| damper on geopolitical specalaion. | mea | Honocter Of East Germany is a clear |
| make | T | This could lead to a fourth stage as a modernizing |
| thim |  | ish |
|  |  |  |
| surge of |  | He |
| diving from overdependence on the United S | In whe first postwar generaion, conlainment | - |
| someching | Western Enrope receded. There is no longer any | w |
| There is a liule somee |  | ey |
|  |  |  |
|  |  |  |
| the North Allantic Treaty Organization soon |  |  |
| cause it is about to collapse to ter the West |  | coul |
| mans |  | The "Eurpanizaios of |
|  |  | The Europeaifial |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  | ven the Soviets now sey their call 1 or "dissolving |
|  |  | 品 |
| arms concrol treaties with Moscow ever as ord | d | $z_{c}$ |
|  | here are reomb |  |
|  |  |  |
| chev's impact and intertions 00 ff |  | slages cannot be stipped without great peril The |
| are still 100 many unknowns to draw condusions | Moscow never before offered challengers io | but it will be a different world. |
|  | its line. Mr. Gorbactev cannot afford upheaval in | $w$ York Times. |



The Colonels Had Democracy in Their Gun Sights

|  |
| :---: |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |


'Salaryman': Hunkering Down in the Battle to Move Up



By John Burgess


Gorbacher:
Caution of a True Leninist


PLANES: U.S., Canada Urge Reform in Air Navigation


JOHNSON: Noio He's Canadian


## RUST:




Tight Security in Pakistan


## Filipino Officers Agitated, Survey Finds




Vietnam Study Finds More Cancer Among Marine Ground Troops


#### Abstract

By Philip M. Boffey WASHNGTON - Thic larget study yet conducted of morality study yet conducled of mortairy amone viennam veerrnns has found hat former U.S. Marine Corps that oformer U.S. Maniue Corps ground ruopp died of ling canerer and cerrain lympt cancers at a siz-   the higher cancerd death rates and thus did noi clarify wan role if any mither have been played by the  deaths werre found in army uroop who served in Vietuam Rescarchers examined the deat records of more than 52000 veler 



 The Veterans Adminism The marines in the sudy. excess in mont condertions lympho.heve sugesestd alink cew went these
cancers and phenoxy herbicides
the family of hemicals that in:
ange.
But oher studies have linked be
ymphomas to astenic compounds
which were used in oher herbicides



 adminisereds widely The The Veererass
Adminisration did no anslyze the
Ada to determine ot




## KOREA: 300 Strikers Arrested

$\qquad$


 cials insisted thal the minitity moilengupes who olle manately encour-
vould not be used to end the aged him and ugged him to be qui-
 The Hyundai shipyard is a majo of of the
 workers may not hav
cably tom by he str
ul love my comp



 strike,
The
cheses in
characte







\section*{INTERNATIONAL EDUCATION DIRECTORY <br> |  |  |
| :---: | :---: |
|  |  |
| 117 FIAS |  |


|  |
| :---: |
|  |  |
|  |  |
|  |  |

- ECOLE DE CINEMA ET THEATRE A PARIS
 For further dotroik, wint to
ACTORAT DDU CINEMA"
JEANPAUL VUILIIN


## switziriland

COLE SUPERIEURE DES ENSEMBLIERS CEC
$\qquad$


COURS EN FRANÇAIS
(1)
normation:


## London Through Foreign Eyes



 make one wende
nol done before.
Then $\qquad$





 Inimiaio




## AUCTION SALES



 CHRISTIES
Important Sales December 1987 Important Old Master Pictures, Furniture, Tapestries, Porcelain, Objects of Art, Art Nouveau, Art Deco

"Cluny a Lalique grey glass vase, 26 cm high
To be sold in Monateo 7 Deeember Estimate: $£ 10,000-£ 15,000$. If you would like to include your property in these sales
or would like advice on the valuation of your property from our experts, please contact Christies at one of the offices below.





##  <br>  <br>  <br>  <br>  <br> 



## Huston's Haunting Swan Song


#### Abstract

    his yery bert The sreening at the Lido palaecThurday was blante- ed by respectul sadnexs but there ed by respectiful sadnexs axas checring at the end. Beneath    long a rsidemt of Iretand. conjured up be scene and temper the Edwardian Dublin that Joyeo never edwardia forgo Two el Two elderly ladies of the ciyss ecouecl set invite bexir rclativs and Cin friends wa Tweltrt Nigh dinner in 1904. The festive board graens, jolly holiday from worries with al.  






COLLECTOR'S GUIDE


Portraits Imaginaires
PICASSO



last hurrah for Huston.



| INTERNATIONAE ART EXHIBITIONS |
| :---: |
| VEmer |
| Scuolo Gronde Son Teodoro |
| RETROSPECTIVE TRI-DIMENSIONAL 1934-1984 <br> (The complete ceuvre of importont originol sculphre) |
|  |  |
|  |  |
|  |  |



## vallauris





# GIORGIO ARMANI 

6, Place Vendôme, Paris
$\qquad$



INTERNATIONAL HERALD TRIBUNE, SATURDAY-SUNDAX, SEPTEMBER 5-6, 1987


## ECONOMIC SCEME <br> Fed Seeks Route to Check Inflation, Defend the Dollar

By LEONARD SLLK


## W:

 inncial Services in Chicago, warned that concerns about ree newed dolnar depreciation in they cuase forceign investors 0 couttheir holdingesi could have "a very adverse effect on share prices" orranse forceigy capital has played a major role in pushing pup the bond yields this year.
Foreieg in
Forerign imessias, accordinig to Mr. Hale, have been expecced
to purchase more than 40 bilion im American equities this year.


 multiples at high levels in infation expectations nise sharphy and The anxielies about inflation and the dollar semm bound to
dominato Fed policy now Tightenin of.money rons the risk of
 See SCENE, Page 13

## Currency Rates        ainime  

## U.S. Jobless Rate Was Unchanged At $6 \%$ in August

|  |  |
| :---: | :---: |
|  |  |
|  |  |
|  |  |
| ly survey showed that 113.08 mil people were warking. up |  |
|  |  |
|  |  |
| a job fell to 7.22 million, a decline 3.000 from July. <br> The lack of change in the unem- |  |
|  |  |
|  |  |
| to 6 percent in July for the firsttime since December 1979 , confirms that the U.S. economy is congrow slowly |  |
|  |  |
|  |  |
|  |  |
|  |  |
| The Labor Department said that the number of nonfarm payroll |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |

Bonn Says Orders Rose 0.9\%
 and









Jin mom monit comparison el
 Hhe Eionomis sinisy sia cond



 ,



A Mini-Mill Tweaks U.S. Steel Giants
Nucor Pursues Low-Cost Plan to Make Top-Notch Sheet












 manurichurers mate theria steel from basic raw




 See STEEL, Page 11

Nikko Denies Brazil Official Proposes Discounting Some Debt Insider Claim

## Over Tateho




Tokyo Passes Bill To Privatize JAL


The dergeglation of air trans-
por is parir of Prime Monister


* ${ }^{2 b l y c}$

ValueLine INTRODUCTORY TRIAL only $\$ 95$

## 





 wibit in on Iologseremb wasi The thoresed drrutbion en-


The Vatue Line Irvestment Survey




\section*{Packer Buys Stake in Fairfax Group <br> |  | lars (55.40) eash or chree shares in a |  |
| :---: | :---: | :---: |
| ted Press Hoidings | Fard |  |
| 4pteent sitake in Jo |  |  |
|  |  |  |
| ces crioge to John Fa <br> day. |  |  |
| The holing hied been |  |  |
|  |  | held by the family. |
|  | family members hrve said Lhey | David Wheel |
|  |  |  |
|  |  |  |
| 1 interests are in transport and | whoily-owned | the |
|  | to commt | comter-bid could leave the |
|  |  |  |
|  |  |  |
| Tjant Pity Lid, said they did not |  |  |
|  |  |  |
| for the media grea |  | 10 years to get anything from the |
|  |  |  |
| '́Tyart aims to return |  |  |
|  |  |  |
|  |  |  |
|  |  |  |
|  |  |  | <br> Brierley Investments Offers To Buy All of Equity \& Lavo <br>  outstanding of Equity \& Law PLLC, valuing he British ifie insurance

company at aboul $E$ E67 milion.
 <br> Briertey said it beieves it can improve investment performano for
polichbolder of Equiy \& Lav, wich will uthimetely be reflected im
 Brientey's world dide aciu
parises Brierley sid
Bieltey <br> management or operationalal strucurure should the bid suceecd. The company intends to operate Equity \& Law as a separate business
within the $B L$ group, while maintining managememal continuity.

 premiam
be made
Brierley <br> Brietey said the offer, was on onodition the proposed acquisition
was not referred to he Moopopolies and Mergers Commission.}

## Kenner Parker Takes Tonka Offer

| The Assurumed Pros | company had no immnediate com- | tor in the toy industry with a stron |
| :---: | :---: | :---: |
| BOSTON - Kenner Parker |  |  |
| Tonca Corp in t $\$ 51$ per shain | Kenoer stock was up S1.25 to | tional business and |
| casb merger, the companies | Exchange urading whll $T$ |  |
| day | up 25 cenis 10 S21.375. New World | Par |
| w |  |  |
| New ordor Enterkinmment Inc. | American Stock |  |
| Kenner | tonka Minessola, 8 |  |
|  | conditional on a majority of K |  |
| ner |  |  |
| standing common sharce a tota o |  |  |
|  | ing | Uc |
|  | Kenner Parker said thas Firss | nd |
| rile Tonka |  | New World |
| dropped 5125 co 530. | Pris milition and that Shearson |  |
| geles-based New World, which is |  |  |
|  | led to providing a 5280 millio |  |
| percent of Kenner Parker thas it |  | hosuie tender orfer hast monuh |
|  |  |  |
| considered Kenner Parker's suil to |  |  |
|  |  |  |
|  |  |  |

 c. unable to lift the order.

Thilips Unit In Belguium Will Issue Certificates

 atirates bairestible inio
 Anem mingiticesemointexisisuil and moditisid in in

 Maction

## Lockheed Reorganizes, Expecting Fall in Orders








 and Ur near the Los Angeles suburub of This is a real loss of muscle
Valencia. rreviousy, he research tisne, any way you the
 costs down ment here is to get our
and developmenrabizimin research ment compary in New York "Yo
can can it io
sementead, but in repre
production design apapacity.

HILTON: Ladbroke to Buy Chain Fiblockheed





Page 12 international heralo tribune, Saturday-sunday, september 5-6, 198
Pagn

Dollar Climbs Slightly With Rates

| L. NEW YORK - The dollar Ifosed higher Friday buin with bear- |  |  |  |
| :---: | :---: | :---: | :---: |
|  |  |  | dung |
| Ioseo ngeer rany our win bair <br> creases in the Federal Reserve"s |  |  | Rewres |
| ant rate and USe comm |  |  |  |
| andy 2 modest boost dep |  |  |  |
|  |  |  |  |
| Faid por angur well for pext week. , Andicipation of a U.S. urade report y2y the end of nexx wer, they said |  |  | nations, would meet this |
|  | Bank for International Sertlemens |  | dilar eased on Th |
| grould help create cantion over the dollar's prospects. |  |  |  |
| T. The doliar ended in New York at 17970 DM, up from Thursiay's cose of 1.7910 DM ; and at 142.00 | Lhe casess deseribed the moor at |  | Group of Five was about to meet to agree on a lower range for the U.S. currency. |
|  |  |  |  |
|  | the possibility that the centre |  |  |
| (yern up from 140.75. The British pound closed lower against the dolar at 51.6525 , against 51.6580 | zeriand might also take. some ac- | leaving little need for furcher shortcovering after the rises in rates were | Mryazawa denied that e would agree on a lower |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
| viss cranes from 11.43s |  | 1.7957 DM. down from 1.8003Thursday; and in Paris at 6 |  |
| cimbed to 6.0115 from 5.9 |  |  |  |
|  | ${ }^{\text {noted }}$-Immodiatly atier the Fed's an- | ench francs, down from 6.021. It sed in Zurich at 1.4870 Swiss nes, up from 1.4845 . | earlier denied the Gro e planned a special me |
| triam 5.5 percent to 6 percent. Dealtiens said that the dollar's muted re. |  |  |  |
| 1 xation was rather suripising They |  |  |  |
| (1) |  |  |  |
|  |  |  |  |  |  |  |
| foonnied to some extenl: by exchange rates. <br> In Europe, after the annouince- | RANE. Fed Raises Discoun Rate From 5.5\% |  |  |
|  | "gives Alan Greenspan a chance to show he does care about inflation | Martha R. Seger and Robert Hell. | us. oducts more eompenitive on erseas markels. |
|  |  | se in the discount |  |
|  | and is not a political animal" |  | Alhough this strategy appears to be working, the turnaround has taken much longer than expected. |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  | Americans most pay for fereign |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |
|  |  |  |  |




Page 14
INTERNATIONAL HERALD TRIBUNE, SATURDAY-SUNDAY, SEPTEMBER 5-6. 1987


-HEY, OAD! YOU FORGOT TOTURN OFF THE GRASS
WEATHER



World Stock Markets wivin in in


till a Tiger Defeating 6-Hitter

Entim<br>Sex





POSTCARD Town Fights for Beacon

now




 Ociober..
Theans that within 10
moniths the lighteperer and his
fannily will be bransfered, and he the lighthonose may bunce efred.ed, and the and
some unizens fear, beccome a targel
 state's congressional dielegaraion
and securing aboul 600 names so


 Ken Black, a reterired Coasi
Guard office and the dircetor of
Cind
 Most towns quickly find new
use for the kecer's house and 0 ah er buildings around lighhhouses
Arbogas ssaid But
Lubber civic nual budget is already strained by city services and the closing of lis
landifil and cannot afford invther
 Soun Maneer Ef Colitis
Lubicc wis one ansperous
 Miners how oiocing seasonly,








 Ss.0000 in salaries and services in
the town
People alse ike thinking about
the romance of





 and Maine Department of Parks
Resourceation Depar Maine Marine
New England Aquarium, and and hegast
New said.
io horks and Recreasion would like.
to house the manager of the adja. to house che manager of the adja.
cent Ouody Hed Slate park.
which is open from May 30 to 0 ct. Babcock said he has heard of the
interss of he gaences, hul none

# Bette Bao Lord's Beijing Art 




#### Abstract

道


PEOPLE
Billy Graham to China
CONGRATULATIONS
and BIRTHDAY
MESSACE CENTER


[^1]
[^0]:    
    1 G

    2 Games $\square \$ 90$. $\square \$ 225$. $\$ 450$.
    
    

[^1]:    

